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FISCAL IMPACT REPORT

SPONSOR Martinez DATE TYPED 10/06/05 HB 1/aHAFC

SHORT TITLE Feed Bill SB

ANALYST Fernandez

APPROPRIATION

Appropriation Contained		Estimated Additional Impact		Recurring or Non-Rec	Fund Affected
FY05	FY06	FY05	FY06		
	1,108.3			Nonrecurring	Cash Balance

(Parenthesis () Indicate Expenditure Decreases)

SOURCES OF INFORMATION

LFC Files

SUMMARY

Synopsis of HAFC Amendment

The House Appropriations and Finance Committee amendment increases the appropriation for impeachment proceedings by \$150.0 and broadens the scope of “necessary expenditures” to include a review and oversight of the State Treasurer’s investment policies and the protection of public funds.

Synopsis of Original Bill

House Bill 1 appropriates \$958.3 from the Legislative Council Service cash balances to various legislative offices for the purpose of funding expenses of the first special session of the forty-seventh legislature including funding for expenses related to impeachment proceedings. This bill carries an emergency clause.

FISCAL IMPLICATIONS

The appropriation of \$1,108.3 contained in this bill is a nonrecurring expense in FY06.

Category	FY06
	Nonrecurring Cash
House of Representatives	237.3

Category	FY06
	Nonrecurring Cash
Senate	146.0
LCS, Joint Bill room and Legislative Switchboard	75.0
Impeachment Proceedings	650.0
Total	1,108.3

The specific costs related to impeachment proceedings are uncertain at this time.

OTHER SUBSTANTIVE ISSUES

On September 22, 2005 the Board of Finance approved an emergency appropriation to Department of Finance and Administration for an independent fiduciary audit of Office of the State Treasurer. (See attached scope of work.)

With recent reports that the Treasurer has resumed investment activities beyond the overnight pool, it may be prudent for the Legislature to consider an amendment for an appropriation to the Legislative Finance Committee to contract for investment review and oversight services and assist in development of recommendations to ensure safety and proper investment of public funds.

CTF/yr

Attachment